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(Original Signature of Member)

107TH CONGRESS
1ST SESSION

H. R. _____

IN THE HOUSE OF REPRESENTATIVES

Ms. LOFGREN introduced the following bill; which was referred to the
Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to repeal
the alternative minimum tax treatment of incentive stock
options, thereby changing the taxable event from the
exercise of the stock option to the sale of stock.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*



1 **SECTION 1. REPEAL OF ALTERNATIVE MINIMUM TAX**
2 **TREATMENT OF INCENTIVE STOCK OPTIONS.**

3 (a) IN GENERAL.—Subsection (b) of section 56 of the
4 Internal Revenue Code of 1986 (relating to adjustments
5 applicable to individuals) is amended by striking para-
6 graph (3).

7 (b) EFFECTIVE DATE.—The amendment made by
8 subsection (a) shall apply with respect to incentive stock
9 options exercised in 2000 or thereafter regardless of when
10 such options were granted.

